TAB C

RETIREMENT

CIA has sought by proposed legislation (dated 31 October 1956) special retirement benefits which were rejected as a matter of policy by the Civil Service Commission in a letter to the Bureau of the Budget, 9 May 1957. They reject extra credit for service at an unhealthful post, etc. They reason that investigative personnel get no such extra credit and neither do Foreign Service personnel unless they waive their post differential. The Commission suggested developing something more in line with investigative personnel retirement benefits.

Three proposed drafts were submitted by the Civil Service Commission at the working level, 6 June 1957. These were not cleared with the Commissioners. The one which they prefer is a proposed amendment to the Civil Service Act and reads as follows:

Draft A

Section I of the Civil Service Retirement Act is amended by adding at the end thereof the following new subsection:

"(t) The term'overseas career employee' shall mean an employee who is a citizen of the United States who has completed at least ten years of civilian service in a foreign country and who has, within the six-year period immediately preceding separation, completed at least two years of civilian service in a foreign country during which he was subject to this Act."

Section 6 of the Civil Service Retirement Act is amended by adding at the end thereof the following new subsection:

"(g) Any overseas career employee who attains the age of fifty years and completes twenty years of service may, if the head of his agency approved, voluntarily retire from the service and be paid an annuity computed as provided in section 9."

Section 9(e) of the Civil Service Retirement Act is amended by inserting after the figure "6(c)" the words "or 6(g)."

The people at the working level submitted two alternative drafts, one of which reads as follows:

Draft B

"The Director shall establish and administer an independent retirement and disability system for employees of the Central Intelligence Agency in accordance with the provisions of the Foreign Service Act."

Draft C

Section 6 of the Civil Service Retirement Act is amended by adding at the end thereof the following new subsection:

"(g) Any employee of the Central Intelligence
Agency who (l) is a citizen of the United States,
(2) has had at least ten years of service in a
foreign country or in the Trust Territories of
the Pacific, of which at least two years have
been within the six-year period immediately
preceding separation, (3) has been an employee
of the Central Intelligence Agency during at least
five years of such service, and (4) attains the age
of fifty years and completes twenty years of
service, may, if the head of his agency approves,
voluntarily retire from the service and be paid
an annuity computed as provided in section 9."

Section 9(e) of the Civil Service Retirement Act is amended by inserting after the figure "6(c)" the words "or 6(g)."